

# TENNESSEE REGULATORY AUTHORITY

Pat Miller, Chairman  
Deborah Taylor Tate, Director  
Sara Kyle, Director  
Ron Jones, Director



460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

January 26, 2005

Mr. Charles B. Welch, Jr.  
Farris Mathews Branam Bobango Hellen & Dunlap, PLC  
618 Church Street, Suite 300  
Nashville, TN 37219

Re: Petition of Adelphia Business Solutions, Inc., et. al. (D/B/A Telcove) for Approval to Amend Financing Transactions - Docket 05-00041

Dear Mr. Welch:

The Tennessee Regulatory Authority received the above petition from Adelphia Business Solutions, Inc., et. al. requesting approval to amend the financing previously approved by the Authority in Docket 04-00168. The Staff requires additional information in order to consider this petition. Your timely response to this request will enable us to process this petition more expeditiously. Please refer in your responses to this request as Data Request No. 1 and respond by February 4, 2005. Provide answers to following questions:

1. Will this additional debt be appended to the existing \$45 million debt by the lending institution or will there be an additional instrument?
2. Confirm under either circumstance, that the terms, rates, and conditions will be the same as the \$45 million revolving credit facility issue approved earlier in Docket 04-00168. If not, what will be any new terms, rates, and conditions?
3. Will the lender still be Congress Financial Corporation?
4. How will this transaction be recorded on the company's books?
5. In view of the prior bankruptcies, explain how this will effect the debt to equity ratio?
6. How will the interest expense be allocated to the Tennessee entities' books?

Complete your responses and send the original and thirteen copies to:

Ms. Sharla Dillon, Docket Room Manager  
460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

If you have any questions, please contact David McClanahan at 741-2904, ext. 177.

Sincerely,

Aster Adams, Chief

Competitive Markets & Policy Division

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